

FOP MEET & CONFER MEETING

June 30, 2016

Director Ryan greeted the group and addressed the agenda items.

Senior Parole Officer Waldemar Mehner, Community Corrections, Sgt. Stefan Gerlach, ASPC-Tucson, and COII Lavinia Tracy, ASPC-Perryville represented FOP. Also present from ADC were Director Charles L. Ryan, Deputy Director Jeff Hood, Carson McWilliams, Division Director of Offender Operations, Brad Keogh, General Counsel, and Colleen McManus, Chief Human Resources Officer. Tina Wilson and Natalie Poff were present to take minutes.

Item 1 – Deputy Director Hood referenced the policy on recording of conversations in Department Order (DO) 104 and confirmed with verbal acknowledgments from each person present that the meeting was not being recorded. Deputy Director Hood stated that he did not give his consent to record the conversation.

SUBMITTED QUESTIONS AND ANSWERS

On behalf of FOP, the following questions were submitted in advance:

Question 1 – Recruiting: FOP recommends a Recruitment Incentive Leave policy as follows. ADC Department employees can receive a personal Annual leave credit of up to 40 hours when he/she recruits a new Officer and maybe non-security staff.

Recruitment Incentive Leave Language: Any employee that recruits a candidate that successfully completes the Academy shall have twenty (20) hours of personal annual leave credited to their leave account. If this same candidate successfully completes their probationary period, the member shall have an additional twenty (20) hours of personal annual leave credited to their leave account.

In order to be eligible for the recruitment incentive leave, the member must adhere to the Department policy on recruitment.

Answer 1 – Chief Human Resource Officer (CHRO) Colleen McManus clarified that the State Personnel Rules do not allow for employees to earn or receive annual leave other than through the accrual schedules provided under R2-5A-B602 B1. There is no provision in the rules that would allow the Department to create a policy for discretionary annual leave as recommended by the FOP. She noted that ADC used monetary incentives in the past for referral of successful applicants, and this is something we can consider again. Of course, the real issue with staffing is not so much recruitment as it is retention, and we all need to be responsible for creating a professional environment in which employees feel a part of the team and envision making their careers.

FOP MEET & CONFER MEETING

June 30, 2016

Deputy Director Hood confirmed that our employees are our best referral source. CHRO Colleen McManus further discussed the employee referral incentive that was discontinued in 2008 and the current marketing efforts using bill boards and television commercials. Discussion ensued on the use of social media, and Ms. McManus noted that ADC tried this a couple of years ago for recruiting but we didn't see the yield of applicants through social media that we experienced through more traditional marketing efforts—it's time to revisit this. Suggestions were made to consider additional marketing strategies such as the sides of buses, posters by the light rail, and wraps on state buses and vans. Guerilla marketing of ads using social media platforms and search engines were also suggested for consideration in recruitment efforts.

The FOP members noted the positive television ads for Correctional Officers and had some additional questions. CHRO Colleen McManus committed to obtaining information on whether the ads were running in Tucson, the frequency of the ads, commercial time slots, and expense.

Ms. McManus subsequently obtained the following information from the RUSH staff. The commercials were run for a short time in most areas of the state, but not in Tucson, as that was not included in the package. The cost of these ads was about \$32,000, including the development. Now that we are in a new budget year, we expect to do more TV advertising, including some spots in Tucson, as funding permits. A question was asked about wrapping buses with our recruitment information. It is cost prohibitive for us to consider city buses. Perhaps we can wrap our statewide ADC buses in the future. In terms of social media, our Communications office has been wonderful about posting recruitment related news and opportunities on the Department's Twitter feed, and our CO related videos can be found on YouTube.

Question 2 - ID Change: FOP recommends a change to current ADC ID cards issued to staff. ADC Department employees are currently issued ID cards that are lacking a few details and FOP recommends the following additional data points to be added to the back of the ID:

- An expiration date (Recommend 5 or 7 year expiration date)
- Employee Identification Number (EIN)

Answer 2 – CHRO Colleen McManus addressed the suggestion regarding Employee Identification Numbers first.

She noted that we will not consider adding the EIN to ID cards. Employees use their EIN to access the most sensitive information on pay and benefits through the YES system. If someone was to lose or misplace his/her badge with the EIN, someone who

FOP MEET & CONFER MEETING

June 30, 2016

finds the badge could try to access sensitive information about the individual. You don't want someone who finds an ID card with an EIN to phone HR, claim to be the employee, give the EIN to HR, then request information from the Personnel File – or a verification of the Social Security Number. We feel it is important to maintain the integrity of our employee-related information as much as we can.

Ms. McManus noted that there had been no need identified for the expiration date on Employee ID cards and asked the group what prompted that particular recommendation.

Mr. Mehner said this question was raised as the result of an attempt to use the Department ID card to purchase a firearm. The Bureau of Alcohol, Tobacco, Firearms and Explosives requires this information on a government issued ID for it to be considered a valid ID. Additionally, the point was made that one's physical appearance changes over time, therefore an expiration date on the ID card would prompt the regular updating of the employee's photo.

Director Ryan confirmed that we can consider adding an expiration date to the ID card but noted that adding the EIN to the ID card would be adverse, so we will not do that.

Question 3 – Work Place Exposures: In dealing with exposures, form confusions have been discovered. FOP requests that form 116-4 Workplace Exposure to Blood Bodily Fluids Report have a revision made to the form. FOP requests the statement "Did you request that the inmate blood be drawn for:" be changed to "I request that the inmate blood be drawn for:". This is the section which the OHN uses to determine if the officer is requesting blood be drawn so an order can be written and it has caused confusion. FOP also asks that the Work place exposure packets available at units have instructions for the officer to include that when filling out paperwork at Concentra, the point of contact listed for the employer is to be the OHN. A lot of staff list their direct line supervisor and this person has nothing to do with the medical process. The OHN is the only person who can coordinate medical recommendations.

FOP asks that any new training curriculum include information on the right and process to request an inmate's blood draw. This can lower the stress to individual officers and also lower the cost to Risk Management if the inmate is tested negative.

Answer 3 – Division Director Carson McWilliams explained that the OHNs from around the state were questioned about confusion with the blood draw request on the form (116-4e) as well as point of contact. They could not tell him of any incidents where these were a problem for the staff member exposed. Mr. McWilliams was informed that

FOP MEET & CONFER MEETING

June 30, 2016

in all blood/bodily fluid exposures the inmates' blood is drawn if the staff member exposed wants it to be done.

The exposure packets at the units explain the step by step process. If the OHN is not available staff should call the 1-800 number and follow-up with the OHN the following day.

In response to request to change the language on drawing inmate blood, we will look at ways to ensure all staff know who their exposure contact person is for ADC and we will ensure that the exposure packets contain current forms.

Question 4 - Work Place Issues - ASPC-Perryville SMA Watches: It has come to FOP's attention that a positive change is pending administration approval. The change is to move SMA watches to the PV CDU. Staff are highly encouraged by this possible change to SMA watches from the administration. Is there a time frame which we may anticipate the final approval?

Answer 4 – Director Ryan approved the request and the move should be completed in about six weeks.

Additional Information:

- 1) An agency-wide message regarding Lean was sent to all ADC employees by Director Ryan at 11:41 a.m. on Wednesday, June 29, 2016. The message read as follows:

"We need your help. Are you interested in improving how ADC does business? Are you interested in continuous improvement? Help us as we roll out the new Arizona Management System (AMS) which is being implemented by Arizona state agencies. Join us and your fellow employees as we begin our discussion on the best ways to deliver better results utilizing **Lean** tools and principles.

What is Lean? Lean is all about continuous improvement, delivering better results faster. And for us, it also means accomplishing great results while never losing sight of our primary mission to operate safe, secure, and orderly prisons. Applying Lean principles identifies duplicative and unnecessary steps in processes and eliminates those steps to the point where the process is waste free and the quality of our work is second to none. Importantly, Lean is **not** a code word for reductions in our workforce.

Why Lean? You are the expert on your job. You have the knowledge to make it better. With so many priorities competing for your limited time and resources,

FOP MEET & CONFER MEETING

June 30, 2016

we need efficient processes to get our work done. Lean tools and principles offer a way to do that – to focus and direct your knowledge to improve the job and the work environment. You deserve to come to work each day knowing your ideas are valued and motivated to find better ways to do your job – to increase your contribution to ADC and to the Arizona taxpayers. Let's identify these opportunities together. Let's continuously improve together.

Where are we now? A team of dedicated employees and supervisors has applied Lean principles to several projects over the past year, and has proudly reported significant reductions in the time it takes to hire a Correctional Officer and to complete the inmate intake process. Another project involving ADC and the Arizona Board of Executive Clemency is expected to achieve similarly impressive results. A Project Team consisting of members of our Executive Team, which includes the Office of Continuous Improvement, will now begin to plan our AMS framework and related performance measures. This team will reach out to employees at all levels for input and participation, and then will support and guide you as we journey forward together.

Where are we going? We will keep you informed with regular updates. We will seek your feedback along the way. Within the next two months, you will receive more information and training to help you better understand the Lean principles and their application to your work. Soon you will be requested to participate in a change readiness assessment, which is similar to our current employee engagement survey, but which will specifically focus upon developing our communication and training efforts to reinforce your direct involvement in the coming months.

It is time to open a new chapter for management. The AMS directly supports our ADC core values of **Professionalism, Responsibility, Integrity, Courage,** and **Efficiency (PRICE)** by increasing the worth and value of each task that is part of your roles and responsibilities. Looking at our work in this way ensures that every action counts. Together, with teamwork and collaboration, we will apply the AMS to the important work that we do for the citizens of the State of Arizona every day. The result will be a stronger workforce and a better environment for you to work in!"

- 2) In addition to the Lean initiative, Director Ryan explained that a shared vision statement for the State of Arizona will be forthcoming, as it is under final review in Governor Ducey's office. Once finalized, the vision statement will be published and shared.

FOP MEET & CONFER MEETING
June 30, 2016

- 3) The Lean bulletin boards in the Director's conference room display the Lean Teams' accomplishments, including the RUSH recruitment reductions. At the time that the RUSH recruitment efforts were evaluated using Lean, the Division was authorized for 6,640 CO positions and had 640 vacancies. Using Lean, the RUSH recruitment time was reduced by more than 50% and decreased the CO position vacancies to 480. Recently we have lost ground because of staff turnover, and as of this week our CO vacancies are at 602. We are now able to efficiently recruit, but we are unable to retain our staff due to competition in the market.

Director Ryan has had two conversations regarding the pay packages with Governor Ducey's office. In support of the pay package, Director Ryan has also spoken with the Correctional Directors Association in regards to a nationwide survey regarding CO vacancies, salaries, and turnover; with specific focus placed on the Western Region and the State of Arizona. Currently, only New Mexico has a lower starting pay than Arizona in the western states.

- 4) In regards to Lean, Deputy Director Hood shared how the second Lean Team evaluated the Intake Processing at Alhambra. A key for the Lean Teams is to work with the people who do the job; they watch and observe how the work is performed to help determine waste and opportunities for efficiency. Although the Intake Processing was considered to be as good as it could be, the Lean team was able to reduce the Intake Processing down to three days, with a goal of two and a half days. Another Lean Team is looking at how to shorten the process for warrants and getting the technical violators in front of the Board of Executive Clemency to be heard. Lean is a new mindset that will be used by all state agencies. This is not a deadline but rather a journey; it is how we will do business. The expectation is that we will experience a culture change over the next twelve to eighteen months as we adopt the principles of Lean and the AMS.
- 5) In regards to DO 503, Employee Grooming and Dress, Director Ryan explained the importance of staff appearance in relationship to projecting a professional image. Specifically, we will address concerns with relaxed policy enforcement consistently across the Division and concerns with facial hair; goatees and beards. The uniform policy is changing to not allow goatees or beards; it's a safety and OSHA issue for those who work in the CO series. Facial hair makes it difficult to pass a fit test and to properly wear a N95 mask. Within the next few months, the policy related to goatees and beards will be revised; no change in policy for mustaches and sideburns. When staff are crisp and look professional they are more respected by inmates and other staff. Division Director Carson McWilliams added that the Department has purchased forty-nine (49) mirrors

FOP MEET & CONFER MEETING

June 30, 2016

that will be used by Shift Commanders to help address grooming and dress issues. Director Ryan stated that the sharpest looking officers are at COTA and those in the Honor and Color Guard.

- 6) Director Ryan was presented with a badge display packet prototype and letter from Stan Bates and the Fallen Correctional Employees Memorial Committee (FCEMC). The Sun Badge Company produced a prototype at the cost of \$99 with an option to place orders on-line; orders for the pin only are also available. Staff will be able to add their badge number. The FCEMC would like to wear the badges through 2018. It was also confirmed that the City of Phoenix and Valley Metro support the proposed relocation of the planned light rail stop so it will not interfere with the memorial.
- 7) Deputy Director Hood reminded the Employee Organization of the requirements regarding annual reports as defined in policy, DO 501, and requested their compliance by July 8, 2016.
- 8) In closing, Deputy Director Hood confirmed that this was our first Meet and Confer meeting held with each of the Employee Organizations (EO) individually to improve the quality of the interactions. We will continue to publish the questions and answers for each EO and monitor how the meetings are going over the upcoming quarters. If need be, we may adjust the approach.

Close:

The Director thanked those who attended.

cc: Executive Staff
Wardens
Paul O'Connell
File

ACA MEET & CONFER MEETING

June 30, 2016

Director Ryan greeted the group and addressed the agenda items.

CO II Clinton Roberts, ASPC-Lewis, CO II Hector Villa, ASPC-Lewis, and CO II Jennifer Ruedas, ASPC-Lewis represented ACA. Also present from ADC were Director Charles L. Ryan, Deputy Director Jeff Hood, Carson McWilliams, Division Director of Offender Operations, Jacob Gable, Bureau Administrator for Planning Budget and Research, Michael Kearns, Division Director Administrative Services and Brad Keogh, General Counsel. Tina Wilson and Natalie Poff were present to take minutes.

Item 1 – Deputy Director Hood referenced the policy on recording of conversations in Department Order (DO) 104 and confirmed with verbal acknowledgments from each person present that the meeting was not being recorded. Deputy Director Hood stated that he did not give his consent to record the conversation.

Item 2 – Director Ryan asked if there was a change in ACA's leadership. ACA confirmed President Anthony Spears will be stepping down due to military leave. Notification will be sent to the Director's office that CO II Clinton Roberts will serve as interim President of ACA until the next election.

SUBMITTED QUESTIONS AND ANSWERS

On behalf of ACA, the following questions were submitted in advance:

Question 1 – Body cameras: Could get RICO grant funding.

Answer 1 – Division Director Carson McWilliams stated the most significant costs associated with the use of "body cameras" is not in the devices themselves, but in the data organization, storage, management and retrieval. Data storage alone can quickly become prohibitively expensive – equipping CO's alone would generate up to 240,000 hours of recordings weekly, and video storage uses a great deal of memory. We have had some preliminary conversations about equipping selected units – TSU, for example- with this technology, but creating equipment standards, data indexing and storage protocols, and managing the redaction and production of stored documents in response to records requests and litigation requires significant staffing resources that we simply do not have available at this time. We will continue to monitor the evolution and deployment of this technology in law enforcement, and particularly in the corrections field, but have no intentions of pursuing implementation at this time. In regards to the current fixed cameras, footage is saved only when a specific incident occurs. Director Ryan shared how the footage, even without audio, is helpful in criminal cases.

ACA MEET & CONFER MEETING

June 30, 2016

Question 2 – Raises: Last raise was June 1st of 2006.

Answer 2 – Bureau Administrator Jacob Gable stated that the employee salaries have been and will continue to be a critical priority of the Department. The #1 and #2 Department priorities of the last two budget requests have been a 5% salary increase for security and non-security staff. To date, these requests have not been included in the final budget. The budget choices faced by the Governor and Legislature are very difficult, and they have worked diligently to achieve a structurally balanced budget. We respect and understand the difficult decisions they face in the budget process. However, we appreciate the opportunity we have had to make the case for more competitive salaries for ADC employees, and we will continue to do so. We will once again include a request for increased salaries for ADC employees in the upcoming budget request that is due September 1.

In addition to requesting salary increases, in February 2014, ADC authorized stipends for correctional officers at hard-to-fill prison complexes (Eyman, Florence, Lewis, Safford, and Winslow). These stipends were added without receiving additional funds by the Legislature and should demonstrate how important the compensation issue is to ADC.

Note: The last salary increase was July 1, 2007. Pursuant to Laws 2007, Ch. 255 (HB 2781) a base salary increase of 3.0% and 0.25% performance pay was authorized. Eventually the performance pay was eliminated.

ACA posed additional questions based on recent media, bringing to our attention the declining retention rates due to non-competitive pay below the state average. Additionally, ACA discussed common concerns regarding employees who choose not to promote due to the inability to earn overtime and uniform allowance.

Deputy Director Hood confirmed that the Department is aware of the published media accounts and has pushed for 5% pay raises for the last two years. To put things into perspective, giving a 5% increase to the CO series alone would cost \$22 million dollars. Deputy Director Hood further advised that the Department does not have money allocated for raises, but we are working with the Governor's office to raise issues that will help us attract and retain staff. This will continue to be something the Department strives for.

ACA discussed the option of returning to twelve hour shifts.

Division Director Carson McWilliams explained that the twelve hour shift resulted in burnout; that not all staff preferred the longer shift; that overtime is a constant

ACA MEET & CONFER MEETING

June 30, 2016

struggle. We will include this option for consideration of the Lean Team that will be looking into the staffing issues.

Director Ryan confirmed that the refinance of MTC-Kingman prison will save the Department approximately \$77 million over the course of 9 years; \$8.7 million in savings per year. This is a result of lowering the current interest rate from 8.2% to 2.1%, with GEO assuming the contract. The State will take ownership on November 1, 2016. Director Ryan confirmed the following allocation of funding:

- \$2.7 million CPI Health Services Contract
- \$1.6 million Maricopa Release Center (excluding programs)
- \$2.5 million GEO Management Contract

In addition, \$1.9 million has yet to be earmarked, but could fund part of a pay package.

The Lean bulletin boards in the Director's conference room display the Lean Teams' accomplishments, including the RUSH recruitment reductions. At the time that the RUSH recruitment efforts were evaluated using Lean, the Division was authorized for 6,640 CO positions and had 640 vacancies. Using Lean, the RUSH recruitment time was reduced by more than 50% and decreased the CO position vacancies to 480. Recently we have lost ground because of staff turnover, and as of this week our CO vacancies are at 602. We are now able to efficiently recruit, but we are unable to retain our staff due to competition in the market.

Director Ryan has had two conversations regarding the pay packages with staff from Governor Ducey's office. In support of the pay package, Director Ryan has also spoken with the Correctional Directors Association in regards to a nationwide survey regarding CO vacancies, salaries, and turnover; with specific focus placed on the Western Region and the State of Arizona. Currently, only New Mexico has a lower starting pay than Arizona in the western states.

Director Ryan advised that ADC will again pursue a pay package for the budget request to be submitted in September; with a decision expected in January. Director Ryan had the opportunity to present our case to the Governor's office, and we have been heard. Inmate population growth is expected to slow due to the opening of the Maricopa Reentry Center (MRC). The MRC facility will use up to 100 beds for residential substance abuse, intermediate sanctions, and/or short term housing for homeless offenders. The Pima county reentry program has been successful for the past three years at the Pima Reentry Center.

ACA asked about the steps schedule and commented that the pay increases seem to be every ten years. ACA also suggested the possibility of obtaining AZPOST certification

ACA MEET & CONFER MEETING

June 30, 2016

while simultaneously working for the Department of Corrections. In addition, ACA mentioned there is an issue with newer staff who work at prisons with a 5% geographical stipend, who can then earn a 15% stipend when they transfer. As a result, a CO with less years of employment may have a higher salary than their more tenured counterparts, due to the geographical stipend.

Bureau Administrator Jacob Gable advised that the Department was looking at the possibility of increasing the steps in the CO pay plan as part of a pay increase proposal; however, if the steps are raised for CO's, we would have to increase the pay for all other correctional series staff which could be very expensive. Deputy Director Hood confirmed that we are aware of the issues mentioned and that we will continue to push for a pay package. We will look for participation and assistance from the employee organization members, as it will take all of us to do this. Director Ryan added that our hope is that we can do this together.

Question 3 – Is there any way of changing the retirement back to 20? Possibly similar to PROP 124 a hybrid pension/401k.

Answer 3 – Division Director Michael Kearns advised changing the retirement (CORP) back to 20 years, or to change the style of contributing and payouts, requires a change in current law. That can only be done by the Legislature passing and the Governor signing a bill, or a voter direct referred ballot initiative. In addition, the Legislature may pass a bill requiring voter approval of a change in law. Division Director Michael Kearns further stated that 401k's can be cheaper, but would need to be priced out and is an extremely complicated matter.

Question 4 - Changing the post collapse chart? I spoke with Warden Moody about this but this issue is beyond his realm of authority. Psychology is a science, to justify a change. Is there a number per yard to where the yards can keep the staff extra? I believe even if the number is high, the fact of having this option will encourage staff to not call in. Would also be a great e-briefing topic.

Answer 4: Division Director Carson McWilliams stated we are always looking for ways to be more efficient on how to staff prisons. With the high CO vacancy rate we have been experiencing the last several months, it is becoming increasingly difficult not to cross level. We will begin soliciting information from the field to see if there is a more creative way to collapse posts and cross level staff. Division Director Carson McWilliams advised that a different approach is used at each institution, but that the last change in priority posting was three and a half years ago. We will be using a Lean Team process to look at all staffing considerations at all institutions. Our goal is to staff prisons as safely as possible.

ACA MEET & CONFER MEETING

June 30, 2016

Additional Information:

- 1) An agency wide message regarding Lean was sent to all ADC employees by Director Ryan at 11:41 a.m. on Wednesday, June 29, 2016. Director Ryan read the first portion of the email, stressing the importance of staff input and buy-in. The entire email message reads as follows:

"We need your help. Are you interested in improving how ADC does business? Are you interested in continuous improvement? Help us as we roll out the new Arizona Management System (AMS) which is being implemented by Arizona state agencies. Join us and your fellow employees as we begin our discussion on the best ways to deliver better results utilizing **Lean** tools and principles.

What is Lean? Lean is all about continuous improvement, delivering better results faster. And for us, it also means accomplishing great results while never losing sight of our primary mission to operate safe, secure, and orderly prisons. Applying Lean principles identifies duplicative and unnecessary steps in processes and eliminates those steps to the point where the process is waste free and the quality of our work is second to none. Importantly, Lean is **not** a code word for reductions in our workforce.

Why Lean? You are the expert on your job. You have the knowledge to make it better. With so many priorities competing for your limited time and resources, we need efficient processes to get our work done. Lean tools and principles offer a way to do that – to focus and direct your knowledge to improve the job and the work environment. You deserve to come to work each day knowing your ideas are valued and motivated to find better ways to do your job – to increase your contribution to ADC and to the Arizona taxpayers. Let's identify these opportunities together. Let's continuously improve together.

Where are we now? A team of dedicated employees and supervisors has applied Lean principles to several projects over the past year, and has proudly reported significant reductions in the time it takes to hire a Correctional Officer and to complete the inmate intake process. Another project involving ADC and the Arizona Board of Executive Clemency is expected to achieve similarly impressive results. A Project Team consisting of members of our Executive Team, which includes the Office of Continuous Improvement, will now begin to plan our AMS framework and related performance measures. This team will reach out to employees at all levels for input and participation, and then will support and guide you as we journey forward together.

ACA MEET & CONFER MEETING

June 30, 2016

Where are we going? We will keep you informed with regular updates. We will seek your feedback along the way. Within the next two months, you will receive more information and training to help you better understand the Lean principles and their application to your work. Soon you will be requested to participate in a change readiness assessment, which is similar to our current employee engagement survey, but which will specifically focus upon developing our communication and training efforts to reinforce your direct involvement in the coming months.

It is time to open a new chapter for management. The AMS directly supports our ADC core values of **Professionalism, Responsibility, Integrity, Courage,** and **Efficiency (PRICE)** by increasing the worth and value of each task that is part of your roles and responsibilities. Looking at our work in this way ensures that every action counts. Together, with teamwork and collaboration, we will apply the AMS to the important work that we do for the citizens of the State of Arizona every day. The result will be a stronger workforce and a better environment for you to work in!”

- 2) In addition to the Lean initiative, Director Ryan explained that a shared vision statement for the State of Arizona will be forthcoming, as it is under final review in Governor Ducey’s office. Once finalized, the vision statement will be published and shared.
- 3) In regards to DO 503, Employee Grooming and Dress, Director Ryan explained the importance of staff appearance in relationship to projecting a professional image. Specifically, we will address concerns with relaxed policy enforcement consistently across the Division and concerns with facial hair; goatees and beards. The uniform policy is changing to not allow goatees or beards; it’s a safety and OSHA issue for those who work in the CO series. Facial hair makes it difficult to pass a fit test and to properly wear a N95 mask. Within the next few months, the policy related to goatees and beards will be revised; no change in policy for mustaches and sideburns. When staff are crisp and look professional they are more respected by inmates and other staff. Division Director Carson McWilliams added that the Department has purchased forty-nine (49) mirrors that will be used by Shift Commanders to help address grooming and dress issues. Director Ryan stated that the sharpest looking officers are at COTA and those in the Honor and Color Guard.

ACA MEET & CONFER MEETING

June 30, 2016

- 4) Deputy Director Hood reminded the Employee Organization of the requirements regarding annual reports as defined in policy, DO 501, and requested their compliance by July 8, 2016.
- 5) In closing, Deputy Director Hood confirmed that this was our first Meet and Confer meeting held with each of the Employee Organizations (EO) individually to improve the quality of the interactions. We will continue to publish the questions and answers for each EO and monitor how the meetings are going over the upcoming quarters. If need be, we may adjust the approach.

Close:

The Director thanked those who attended.

cc: Executive Staff
Wardens
Paul O'Connell
File

AZCPOA MEET & CONFER MEETING

June 30, 2016

Director Ryan greeted the group and addressed the agenda items.

CO II Len Sustaita, ASPC-Perryville, CO II Darren Sikes, ASPC-Lewis, and COII Matt Ball, ASPC-Florence represented AZCPOA. Also present from ADC were Director Charles L. Ryan, Deputy Director Jeff Hood, Carson McWilliams, Division Director of Offender Operations and Brad Keogh, General Counsel. Tina Wilson and Natalie Poff were present to take minutes.

Item 1 – Deputy Director Hood referenced the policy on recording of conversations in Department Order (DO) 104 and confirmed with verbal acknowledgments from each person present that the meeting was not being recorded. Deputy Director Hood stated that he did not give his consent to record the conversation.

Item 2 – Director Ryan reminded AZCPOA that questions need to be submitted 10 days in advance and asked that for future meetings, questions be submitted in a timely manner.

AZCPOA did not submit any questions on behalf of its membership. Due to the lack of submitted questions, Director Ryan discussed the following items with AZCPOA:

- 1) An agency-wide message regarding Lean was sent to all ADC employees by Director Ryan at 11:41 a.m. on Wednesday, June 29, 2016. The message read as follows:

“We need your help. Are you interested in improving how ADC does business? Are you interested in continuous improvement? Help us as we roll out the new Arizona Management System (AMS) which is being implemented by Arizona state agencies. Join us and your fellow employees as we begin our discussion on the best ways to deliver better results utilizing **Lean** tools and principles.

What is Lean? Lean is all about continuous improvement, delivering better results faster. And for us, it also means accomplishing great results while never losing sight of our primary mission to operate safe, secure, and orderly prisons. Applying Lean principles identifies duplicative and unnecessary steps in processes and eliminates those steps to the point where the process is waste free and the quality of our work is second to none. Importantly, Lean is **not** a code word for reductions in our workforce.

Why Lean? You are the expert on your job. You have the knowledge to make it better. With so many priorities competing for your limited time and resources,

AZCPOA MEET & CONFER MEETING

June 30, 2016

we need efficient processes to get our work done. Lean tools and principles offer a way to do that – to focus and direct your knowledge to improve the job and the work environment. You deserve to come to work each day knowing your ideas are valued and motivated to find better ways to do your job – to increase your contribution to ADC and to the Arizona taxpayers. Let's identify these opportunities together. Let's continuously improve together.

Where are we now? A team of dedicated employees and supervisors has applied Lean principles to several projects over the past year, and has proudly reported significant reductions in the time it takes to hire a Correctional Officer and to complete the inmate intake process. Another project involving ADC and the Arizona Board of Executive Clemency is expected to achieve similarly impressive results. A Project Team consisting of members of our Executive Team, which includes the Office of Continuous Improvement, will now begin to plan our AMS framework and related performance measures. This team will reach out to employees at all levels for input and participation, and then will support and guide you as we journey forward together.

Where are we going? We will keep you informed with regular updates. We will seek your feedback along the way. Within the next two months, you will receive more information and training to help you better understand the Lean principles and their application to your work. Soon you will be requested to participate in a change readiness assessment, which is similar to our current employee engagement survey, but which will specifically focus upon developing our communication and training efforts to reinforce your direct involvement in the coming months.

It is time to open a new chapter for management. The AMS directly supports our ADC core values of **Professionalism, Responsibility, Integrity, Courage,** and **Efficiency (PRICE)** by increasing the worth and value of each task that is part of your roles and responsibilities. Looking at our work in this way ensures that every action counts. Together, with teamwork and collaboration, we will apply the AMS to the important work that we do for the citizens of the State of Arizona every day. The result will be a stronger workforce and a better environment for you to work in!"

- 2) In addition to the Lean initiative, Director Ryan explained that a shared vision statement for the State of Arizona will be forthcoming, as it is under final review in Governor Ducey's office. Once finalized, the vision statement will be published and shared.

AZCPOA MEET & CONFER MEETING
June 30, 2016

- 3) Director Ryan advised that the Governor's office is working with consultant Mass Ingenuity to implement Lean processes based on John M. Bernard's book titled *Business at the Speed of Now*. The implementation will be statewide and will span over a period of six months; cascading down to line staff. The expectation is that we will experience a culture change over the next twelve to eighteen months as we adopt the principles of Lean and the AMS.
- 4) The Lean bulletin boards in the Director's conference room display the Lean Teams' accomplishments, including the RUSH recruitment time reductions. At the time that the RUSH recruitment efforts were evaluated using Lean, the Division was authorized for 6,640 CO positions and had 640 vacancies. Using Lean, the RUSH recruitment time was reduced by more than 50% and decreased the CO position vacancies to 480. This decrease in recruitment time was the result of eliminating wasteful steps in the recruitment process, such as conducting personal reference checks. Recently we have lost ground because of staff turnover, and as of this week our CO vacancies are at 602, with a loss of 100 officers over the past four weeks. We are now able to efficiently recruit, but we are unable to retain our staff due to competition in the market.
- 5) Director Ryan has had two conversations regarding the pay packages with staff from Governor Ducey's office. In support of the pay package, Director Ryan has also spoken with the Correctional Directors Association in regards to a nationwide survey regarding CO vacancies, salaries, and turnover; with specific focus placed on the Western Region and the State of Arizona. Currently, only New Mexico has a lower starting pay than Arizona in the western states.
- 6) In regards to Lean, Deputy Director Hood shared how the second Lean Team evaluated the Intake Processing at Alhambra. A key for the Lean Teams is to work with the people who do the job; they watch and observe how the work is performed to help determine wasted steps and opportunities for efficiency. Although the Intake Processing was considered to be as good as it could be, the Lean team was able to reduce the Intake Processing down to two and a half days. Another Lean Team is looking at how to shorten the process for warrants and getting technical violators in front of the Board of Executive Clemency to be heard. Lean is a new mindset that will be used by all state agencies. This is not a deadline but rather a journey; it is how we will do business.
- 7) In regards to DO 503, Employee Grooming and Dress, Director Ryan explained the importance of staff appearance in relationship to projecting a professional image. Specifically, we will address concerns with relaxed policy enforcement

AZCPOA MEET & CONFER MEETING

June 30, 2016

consistently across the Division and concerns with facial hair; goatees and beards. The uniform policy is changing to not allow goatees or beards; it's a safety and OSHA issue for those who work in the CO series. Facial hair makes it difficult to pass a fit test and to properly wear a N95 mask. Within the next few months, the policy related to goatees and beards will be revised; no change in policy for mustaches and sideburns. When staff are crisp and look professional they are more respected by inmates and other staff. Division Director Carson McWilliams added that the Department has purchased forty-nine (49) mirrors that will be used by Shift Commanders to help address grooming and dress issues. Director Ryan stated that the sharpest looking officers are at COTA and those in the Honor and Color Guard.

- 8) Concerns regarding the uniform allowance as related to the forthcoming grooming and dress policy changes were raised. AZCPOA asked how positions that deal directly with painting and construction are supposed to maintain a clean and well-groomed image, as by definition, those positions often have tattered, stained and dirty clothes. Additionally, AZCPOA advised that coveralls were previously available to employees but were taken away. It was also stated that the uniform allowance often times goes toward other living expenses and not toward uniform replacements or repair as intended, largely in part because of the low wages paid and increasing cost of living expenses.

Director Ryan approved for coveralls to be reinstituted for those particular positions to better preserve their uniforms and to ultimately help ensure compliance with policy, which may take a couple of months to implement. Director Ryan advised the Department must ensure accountability of all coveralls for security purposes and that DO 503 related to Uniform Committee is under review.

- 9) Additional concerns regarding training were discussed, specifically regarding higher ranking staff who do not participate in Self Defense training.

Director Ryan advised that all correctional series employees must be trained regardless of rank.

- 10) AZCPOA brought up issues regarding all CO series staff working weekends to help balance shifts.

AZCPOA MEET & CONFER MEETING

June 30, 2016

Division Director Carson McWilliams confirmed that all of the CO series staff working weekends was not intended to backfill CO positions with weekends off. Mr. McWilliams will look into this further.

Division Director McWilliams subsequently discussed with the Wardens and it became necessary to balance shifts after several months of staff attrition.

11) Division Director Carson McWilliams advised that the Department is working toward shift management and enhancing rosters by adding CO IIIs. Director Ryan added that the Department is offering CO III jobs to civilian staff that were previously only offered by way of promotional opportunity. Now, civilians can obtain college degrees to become CO IIIs, bypassing the promotional process and thus increasing the candidate pool. These CO IIIs will be required to graduate through COTA.

12) Director Ryan confirmed that the refinance of MTC-Kingman prison will save the Department approximately \$77 million over the course of 9 years; \$8.7 million in savings per year. This is a result of lowering the current interest rate from 8.2% to 2.1%, with GEO assuming the contract. The State will take ownership on November 1, 2016. Director Ryan confirmed the following allocation of funding:

- \$2.7 million CPI Health Services Contract
- \$1.6 million Maricopa Release Center (excluding programs)
- \$2.5 million GEO Management Contract

In addition, \$1.9 million has yet to be earmarked, but could fund part of a pay package.

13) AZCPOA asked for an extension to submit agenda items.

Director Ryan approved AZCPOA's request, allowing 14 days for agenda items to be submitted.

14) Deputy Director Hood advised the QEO of the reporting requirements as defined in DO 501, section 1.1.2, "Reporting - A QEO shall provide a report to the Director at the beginning of each fiscal year on July 1 which includes information on the number of current members; the names of elected officials authorized on-duty allowance and any update to its by-laws." Deputy Director Hood provided an extension for the reporting this year; asking that the QEO submit its annual report by Friday, July 8, 2016.

AZCPOA MEET & CONFER MEETING

June 30, 2016

15)In closing, Deputy Director Hood confirmed that this was our first Meet and Confer meeting held with each of the Employee Organizations (EO) individually to improve the quality of the interactions. We will continue to publish the questions and answers for each EO and monitor how the meetings are going over the upcoming quarters. If need be, we may adjust the approach.

Close:

The Director thanked those who attended.

cc: Executive Staff
Wardens
Paul O'Connell
File